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May 3, 2007

OF COUNSEL WILLIAM G. CONLY

> Honorable James H. Welsh Commissioner of Conservation State of Louisiana Post Office Box 44275 Baton Rouge, Louisiana 70804-4275

> > Re: <u>APPLICATION FOR PUBLIC HEARING</u>.

Gray Sand, Reservoir A; Upper Cotton Valley Formation, Reservoir A; and Lower Cotton Valley Formation, Reservoir A; TERRYVILLE FIELD, Lincoln Parish, Louisiana.

Dear Sir:

SAMSON CONTOUR ENERGY E&P, L.L.C. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Gray Sand, Reservoir A; the Upper Cotton Valley Formation, Reservoir A; and to the Lower Cotton Valley Formation, Reservoir A; all in the Terryville Field, Lincoln Parish, Louisiana:

- 1. To authorize Applicant to drill, designate and utilize a substitute unit well and an alternate unit well for GRAY RA SUEE at the locations shown on the attached plat, in exception to the spacing provisions of Office of Conservation Order No. 370-E-1, effective May 13, 1980.
- 2. To authorize Applicant to drill, designate and utilize two (2) additional alternate unit wells for UCV RA SUZ and for LCV RA SUZ at the locations shown on attached plats, in exception to the spacing provisions of the Office of Conservation Order No. 370-B series of Orders.
- 3. To find that each of the proposed wells is necessary to efficiently and economically drain a portion of the Gray Sand, Reservoir A, the Upper Cotton Valley Formation, Reservoir A, and the Lower Cotton Valley Formation, Reservoir A, underlying these units which cannot be efficiently and economically drained by any existing well within such units.
- 4. To permit the operator of GRAY RA SUEE, UCV RA SUZ and of LCV RA SUZ to produce the allowables assigned to these units from either the substitute unit well, any alternate unit well or from any combination of such wells, at the option of the operator.
- 5. To discuss such other matters as may be appropriate and justified by the evidence presented at the hearing.

 ${\tt dls/app/terryville7.application.wpd}$

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The Upper Cotton Valley Formation, Reservoir A, in the Terryville Field, Claiborne and Lincoln Parishes, Louisiana, was defined in Office of Conservation Order No. 370-B-7, effective February 18, 1982.

The Lower Cotton Valley Formation, Reservoir A, in the Terryville Field, Claiborne and Lincoln Parishes, Louisiana, was initially defined in Office of Conservation Order No. 370-B-6, effective February 18, 1982, and was redefined as to LCV RA SUZ in Order No. 370-B-72, effective June 20, 2006.

The Gray Sand, Reservoir A, in the Terryville Field, Claiborne and Lincoln Parishes, Louisiana, was defined in Office of Conservation Order No 370-E-2, effective November 6, 1980.

Any pertinent data concerning this application will be available for inspection at the offices of Mr. Joe B. Adams, 21010 Vermont Street, Livingston, Louisiana 70754. Any person desiring to inspect any such data should call Mr. Adams at (225) 686-2355 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter, and of the attached plats, is being sent to the District Manager of the Shreveport District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties, as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing, and the enclosed plats, at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Terryville Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, we enclose a check payable to the Commissioner of Conservation for the application fee.

David L. Smelley

Attorney for Samson Contour Energy E&P, L.L.C.

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DLS:dp

Enclosures cc: Mr.

Mr. Jim Broussard (w/encl.) Mr. Phillip Robinson (w/encl.) Mr. Joe B. Adams (w/encl.) Interested Owners, Represented

Parties and Interested Parties (w/plats only)





